Government of Saskatchewan

Annual Report 1984

Saskatchewan Workmen's Compensation Board Superannuation Fund

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His Honour F. W. Johnson
Lieutenant Governor
Province of Saskatchewan

Sir:

I have the honour to transmit herewith the Annual Report of the Workmen's Compensation Board Superannuation Fund for the year ending December 31, 1984.

I have the honour to be, Sir,

Your Obedient Servant

Grant Schmidt

Honourable Grant Schmidt
Minister in Charge
Workmen's Compensation Board

To The Honourable Grant Schmidt
Minister of Labour
Regina, Saskatchewan

Dear Mr. Schmidt

I have the honour to submit the Annual Report of the Workmen's Compensation Board Superannuation Fund for the period January 1, 1984 to December 31, 1984 in accordance with Section 55, R.S.S. 1978, of The Workmen's Compensation Board Superannuation Act and amended by The Superannuation (Supplementary Provisions) Act.

Mr. J. Patrick Coggins, Office Manager, with an annual salary of $42,636, became a superannuate at age 62 with 18 years 214 days of service and was granted a superannuation allowance commencing May 1, 1984.

Mr. Joseph H. Ramage, Assessment Payroll Auditor, with an annual salary of $31,824, became a superannuate at age 65 with 18 years 120 days of service and was granted a superannuation allowance commencing May 1, 1984.

Mr. Earle C. Fenwick, who had retired in July 1973, died June 14, 1984. Mrs. Helen G. Fenwick was granted a spouse's allowance effective July 1, 1984.

Statements showing the financial standing of the Fund and the report of the Provincial Auditor are attached.

Yours truly,

Garnet Garven

Garnet Garven
Chairman

The Workmen's Compensation Board Superannuation Fund

Financial Statements

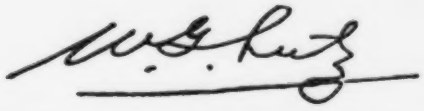
Year Ended December 31, 1984

Auditor's Report

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the balance sheet of The Workmen's Compensation Board Superannuation Fund as at December 31, 1984 and the statements of revenue and expenditure and fund equity, and changes in cash position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of The Workmen's Compensation Board Superannuation Fund as at December 31, 1984 and the results of its transactions for the year then ended in accordance with the disclosed basis of accounting applied on a basis consistent with that of the preceding year.



Regina, Saskatchewan,
March 15, 1985.

W. G. Lutz, F.C.A.,
Provincial Auditor.

The Workmen's Compensation Board Superannuation Fund

Balance Sheet

Statement 1

as at December 31
(with comparative figures for the previous year)

	1984	1983
Assets		
Cash and short-term deposits	$1,140,765	$ 532,319
Investments (Schedules 1 and 2)	5,553,697	5,005,432
Accrued interest on investments	151,729	142,491
Accounts receivable	2,863	53,234
	$6,849,054	$5,733,476
Fund Equity		
Fund equity (Statement 2) (Note 3)	$6,849,054	$5,733,476

(See accompanying notes to the financial statements)

The Workmen's Compensation Board Superannuation Fund

Statement of Revenue and Expenditure and Fund Equity

Statement 2

Year Ended December 31
(with comparative figures for the previous year)

	1984	1983
Revenues:		
Contributions from the Workers' Compensation Board (Injury Fund)	$ 401,238	$ 386,033
Contributions by employees and board members	197,435	194,980
Investment earnings, bank interest and sundry income	714,001	628,076
Gain on sale of investments	33,803	—
Total Revenue	$1,346,475	$1,209,089
Expenditures:		
Superannuates' allowances	$ 220,953	$ 213,943
Refunds to employees leaving service:		
Contributions	7,289	11,454
Accrued interest	2,675	2,067
Loss on sale of investments	—	105,538
Total Expenditure	$ 230,897	$ 333,002
Excess of revenue over expenditure for the year	$1,115,578	$ 876,087
Fund equity, beginning of year	5,733,476	4,857,389
Fund equity, end of year (Statement 1)	$6,849,054	$5,733,476

(See accompanying notes to the financial statements)

The Workmen's Compensation Board Superannuation Fund

Statement of Changes in Cash Position

Statement 3

Year Ended December 31, 1984
(with comparative figures for the previous year)

	1984	1983
Receipts:		
Contributions from employees and board members	$ 214,864	$ 177,235
Contributions from Workers' Compensation Board (Injury Fund)	434,835	350,544
	$ 649,699	$ 527,779
Interest received	683,652	598,309
Long-term investment sales and maturities	1,324,582	765,773
Total Receipts	$2,657,933	$1,891,861
Disbursements:		
Allowances paid to superannuates	$ 220,953	$ 213,943
Contributions refunded or transferred to other retirement plans	7,269	11,454
Interest on contributions paid out	2,675	2,067
Long-term investments purchased	1,818,590	1,562,155
Total Disbursements	$2,049,487	$1,789,619
Excess of receipts over disbursements	$ 608,446	$ 102,242
Cash and short-term deposits, beginning of year	532,319	430,077
Cash and short-term deposits, end of year	$1,140,765	$ 532,319

(See accompanying notes to the financial statements)

The Workmen's Compensation Board Superannuation Fund

Notes to Financial Statements

Year Ended December 31, 1984

1. **Significant Accounting Policies**

   a) Investments

   Investments are recorded in the accounts at cost. Any discount or premium is amortized over the period remaining to the maturity date of the investment. When investments are sold prior to maturity, however, any differences between the proceeds and the carrying value of the investments, including any unamortized discount or premium, is taken into revenue or expenditure in that year.

   b) Administrative Costs

   The Fund is administered by the Public Employees Benefits Agency. Accordingly no provision for administrative costs has been reflected in these financial statements.

   c) Basis of Accounting

   The accounts are maintained on an accrual basis of accounting.

2. **Description of the Plan**

   The Fund was established under The Workmen's Compensation Board Superannuation Act. The plan covers employees and board members who were enrolled at October 1, 1977 and who did not elect to transfer to the Public Employees (Government Contributory) Superannuation Plan prior to October, 1978.

3. **Fund Equity**

   Fund Equity represents the accumulated contributions and earnings that, together with future contributions and interest earnings, will provide for payment of superannuation allowances. (Note 5).

4. **Fund Contributions**

   Member contributions are based on a percentage of salary. The Worker's Compensation Board (Injury Fund) provides contributions to the superannuation fund equal to two times the contributions made by employees and board members.

5. **Unfunded Liability**

   The most recent actuarial valuation of The Workmen's Compensation Board Superannuation Fund estimated that the plan had an unfunded liability of $1,710,188 as at December 31, 1982. The Worker's Compensation Board is obligated to fund any deficiency in order to meet the superannuation fund's retirement benefits and refund requirements.

The Workmen's Compensation Board Superannuation Fund

Statement of Investments

Schedule 1

December 31, 1984
(with comparative figures for the previous year)

	1984	1983
Investments:		
Government of Canada	**$ 317,794**	$ 391,165
Province of Saskatchewan	**626,301**	624,560
Guaranteed by Other Provinces	**736,343**	730,596
Municipals	**436,472**	435,741
Morguard Trust Company — Mortgages	**264,180**	268,774
Equities	**846,397**	214,340
Corporate Debentures	**2,326,210**	2,340,256
Total Investments (Schedule 2)	**$5,553,697**	$5,005,432
Investments at par value	**$6,758,950**	$5,281,271
Unamortized discounts	**$1,205,253**	$ 275,839

Bonds and shares had a quoted market value of $5,552,660 on December 31, 1984 (1983 — $4,780,735). Short-term investments are valued at cost, which approximates market value. Since mortgages are not publicly traded, their market value has not been determined.

The Workmen's Compensation Board Superannuation Fund

Statement of Investment Transactions
Year Ended December 31, 1984

Schedule 2

Investments, beginning of year	$5,005,432
Add:	
Investments purchased:	
Canada Coupons, March 1, 1996	163,710
Canada Coupons, September 1, 1996	154,084
12½% Loblaw Companies, December 15, 1990	98,500
6,000 Shares, Moore Corporation	315,930
12,000 Shares, Transalta Utilities	245,400
37;100 Shares, Nova, an Alberta Corporation	259,051
25,248 Shares, Ipsco Inc.	271,416
6,700 Shares, Tennaco Inc.	310,499
Amortization of Discounts, Net of Premiums	21,111
	$1,839,701
Deduct:	
Investments sold:	
9¼% Government of Canada, May 15, 1997	$ 339,500
17% Woodward Stores	140,850
7,000 Shares, Imasco Ltd.	245,770
12,000 Shares, Transalta Utilities	276,195
6,700 Shares, Tennaco Inc.	318,546
Investment Principal Matured	4,378
Gain on Sale of Investments	(33,803)
	1,291,436
Investments, end of year (Schedule 1)	$5,553,697